



Practice Exercise #4

1 child (age 6), living primarily with Mom

Visitation: Child visits Dad every other weekend.

Note: Amounts are monthly unless otherwise noted.

Parent 1 (Dad)

Married, filing jointly with new spouse
2 children with new spouse
\$5000 net self-employment income
\$2000 new-spouse income (W-2 earnings)
\$250 day care for child with Parent 2
\$500 day care for other children
1 hardship for purposes of exercise

Parent 2 (Mom)

Not married
1 child from another relationship
\$600 incoming child support (other relationship)
\$900 incoming spousal support (other relationship)
\$3200 income from royalties
\$300 property tax
\$1300 mortgage interest
.5 hardship for purposes of exercise

RESULTS & ANALYSIS

PGC..... Father pays Mother **\$507.00** total child support

DM..... Father pays Mother \$514.00 total child support

There is a difference in estimated tax liabilities, primarily in the estimated self-employment tax, but this only results in a difference in the calculated net income for the father. DM uses the unrounded average visitation, where PGC uses the rounded approach. These combined differences impact net income, the K factor and H%, associated hardships, and only equates in a \$7 difference in the total support obligation.

Calculation Results Summary

Monthly Support Totals		Parent 1	Parent 2					
Monthly Child Support Amount		507.00	0.00					
Basic Child Support Amount		632.00	0.00					
Child Support Add-Ons Amount		0.00	125.00					
Child Care		250.00	0.00					
Visit/Travel Expenses		0.00	0.00					
School Expenses		0.00	0.00					
Uninsured Health Expenses		0.00	0.00					
Total Arrears Support Amount		0.00	0.00					
Temporary Spousal Support Amount (N/A)		0.00	0.00					
Monthly Tax/Income Information (Tax Year: 2009)		Parent 1	Parent 2					
Monthly Net Disposable Income		3304.00	3816.00					
Monthly Taxable Gross Income		5000.00	4100.00					
Monthly Non-Taxable Gross Income		0.00	0.00					
Federal Adjusted Gross Income		6580.00	4100.00					
Federal Taxable Income		4505.00	1625.00					
Net Income Of Parties With Support		2797.00	4323.00					
Federal Tax Filing Status		MARRIED FILING JOINTLY (NOT WITH PARENT 2)	HEAD OF HOUSEHOLD					
Number of Tax Exemptions(Federal)		4	3					
State Tax Filing Status		SAME AS FEDERAL	SAME AS FEDERAL					
Number of Tax Exemptions(State)		4	3					
Federal Tax Liabilities		244.00	29.00					
State Tax Liabilities		104.00	0.00					
FICA		0.00	0.00					
Self Employment Tax		840.00	0.00					
CASDI		0.00	0.00					
TANF/CalWORKS		NO	NO					
Other Monthly Deduction Totals		Parent 1	Parent 2					
Child Support Paid (Other Relationships)		0.00	0.00					
Required Union Dues		0.00	0.00					
Mandatory Retirement		0.00	0.00					
Other Guideline Deductions		0.00	0.00					
Health Insurance Premium		0.00	0.00					
Hardship Deduction Amount		507.00	254.50					
Hardship Deduction Children		1.0	0.5					
Necessary Job-Related Expenses		0.00	0.00					
Extraordinary Health Expenses		0.00	0.00					
Uninsured Catastrophic Losses		0.00	0.00					
PARENT 1 is required to pay PARENT 2 \$507.00 in CURRENT SUPPORT								
Monthly Support Amounts Per Child	% Time with Parent1	Parent1 Add-Ons	Parent1 Support	Parent1 Total	Parent2 Add-Ons	Parent2 Support	Parent2 Total	
FIRST-BORN	14.0%	0.00	632.00	632.00	125.00	0.00	125.00	
	%							
	%							
	%							
	%							
	%							
	%							
	%							
	%							
Average % Time with NCP	14.0%		0.00	632.00	632.00	125.00	0.00	125.00

Total Child Support Arrears Per Child

Child Name	Prior Period Date Range	Parent1 Add-Ons	Parent1 Support	Parent1 Total	Parent2 Add-Ons	Parent2 Support	Parent2 Total
FIRST-BORN	Not Applicable	0.00	0.00	0.00	0.00	0.00	0.00
		0.00	0.00	0.00	0.00	0.00	0.00

Calculation Results Detail

Tax Setting Details		
	Parent 1	Parent 2
Federal Tax Settings		
Include Self-Employment Taxes	YES	YES
Include FICA	YES	YES
Include Medicare	YES	YES
Include Advance Earned Income Credit	YES	YES
Number of Children for Child Care Credits	3	0
Number of Children for Earned Income Credits	2	2
Number of Children for Child Tax Credits	2	2
Parent is Blind	NO	NO
Parent is 65 or Older	NO	NO
New Spouse is Blind	NO	NO
New Spouse is 65 or Older	NO	NO
Married Filing Separately, Lived with Spouse Part of the Year	YES	YES
State Tax Settings		
Include California State Income Taxes	YES	YES
California State Disability Insurance	YES	YES
Dependency Credit for Dependent Parent(s)	NO	NO
Joint Custody Head of Household Credit	NO	NO
California Renter's Credit	YES	NO
Number of Children for Child Tax Credits	3	0
Number of Children for Child Tax Credits		
Include Other State Income Taxes	NO	NO
Other State Tax Rate		
Other State Tax Amount		
Deduction type when NCP and Other Parent are Married Filing Separately		

Monthly Income Details

	Parent 1	Parent 2
Wages/Salary	0.00	0.00
Parent 1: Based on earned income: \$0.00 MONTHLY		
Parent 2: Based on earned income: \$0.00 MONTHLY		
Self-Employment Income	5000.00	0.00
Unemployment Compensation	0.00	0.00
Disability (Taxable)	0.00	0.00

Other Taxable Income	0.00	4100.00
Interest Received	0.00	0.00
Nonqualified Dividends	0.00	0.00
Qualified Dividends	0.00	0.00
Operating Losses and Other Income	0.00	900.00
Short-Term Capital Gains	0.00	0.00
Long-Term Capital Gains	0.00	0.00
Rental Income	0.00	0.00
Social Security Income(Taxable)	0.00	0.00
Line 4e from IRS Form 4952	0.00	0.00
Unrecaptured Section 1250 Gains	0.00	0.00
Royalties	0.00	3200.00
Other Taxable Income Adjustments	0.00	0.00
Other Non-Taxable Income	0.00	0.00
Social Security Income (Non-Taxable)	0.00	0.00
Significant Other/New-Mate Income	0.00	0.00
Tax Exempt Interest	0.00	0.00
Depreciation or Other	0.00	0.00
Disability	0.00	0.00
Worker's Compensation	0.00	0.00
Public Assistance and Child Support Received	0.00	600.00
Public Assistance	0.00	0.00
Child Support Received	0.00	600.00
New-Spouse Income	2000.00	0.00
Wages/Salary	2000.00	0.00
Self-Employment Income	0.00	0.00
Social Security Income(Taxable)	0.00	0.00
Social Security Income(Non-Taxable)	0.00	0.00
Other Taxable Income	0.00	0.00
Spousal Support Paid Other Marriage	0.00	0.00
Retirement Contribution if Adjustments to Income	0.00	0.00
Required Union Dues	0.00	0.00
Necessary Job-Related Expenses	0.00	0.00

Monthly Deduction Details		
	Parent 1	Parent 2
Child Support Paid (Other Relationships)	0.00	0.00
Spousal Support Paid This Relationship	0.00	0.00
Property Tax	0.00	300.00
Mortgage Interest	0.00	1300.00
Other Itemized Deductions	0.00	0.00
Other Medical Expenses	0.00	0.00
Deductable Interest Expenses	0.00	0.00
Contribution Deduction	0.00	0.00
Miscellaneous Itemized	0.00	0.00
Required Union Dues	0.00	0.00

Health Insurance Premium	0.00	0.00
Paid By Party (Pre-Tax)	0.00	0.00
Paid By Party (Post-Tax)	0.00	0.00
Wage Deduction (Pre-Tax)	0.00	0.00
Wage Deduction (Post-Tax)	0.00	0.00
Retirement Contributions	0.00	0.00
Mandatory Retirement(Tax-Deferred)	0.00	0.00
Mandatory Retirement(Non-Tax-Deferred)	0.00	0.00
Voluntary Retirement(Non-Tax-Deferred)	0.00	0.00
Other Guideline Deductions	0.00	0.00
Spousal/Other Partner Support Paid Other Relationship	0.00	0.00
Necessary Job-Related Expenses	0.00	0.00
State Adjustments		
State Adjustments to Income	0.00	0.00
State Adjustments to Itemized Deduction	0.00	0.00
Monthly Hardship Deduction		
Hardship Deduction Amount	507.00	254.50
Hardship Deduction Children	1.0	0.5
Hardship Deduction Expenses		
Extraordinary Health Expenses	0.00	0.00
Uninsured Catastrophic Losses	0.00	0.00
Other Tax Deductions	0.00	0.00
Adjustments to Income	0.00	0.00
Other Discretionary Deductions	0.00	0.00
Alternative Minimum Tax Information	0.00	0.00
Certain Interest on Home Mortgage	0.00	0.00
Investment Interest	0.00	0.00
Post-1986 Depreciation	0.00	0.00
Adjusted Gain or Loss	0.00	0.00
Incentive Stock Options	0.00	0.00
Passive Activities	0.00	0.00
Estates and Trusts, Schedule K-1	0.00	0.00
Tax Exempt Interest From Private Activity Bond	0.00	0.00
Other Preferences	0.00	0.00
Alternative Minimum Tax Operating Loss Deduction	0.00	0.00

DissoMaster Data Screen

Monthly Figures

Input Data	Father	Mother	Guideline (2008)	Cash Flow Analysis	Gdln.	Prop.
Party Info	Father	Mother	Nets (adjusted)	Comb. net spendable	7170	7170
Number of children	0	1	Father	3356	Percent change	0%
% time with NCP	14.25	0.00	Mother	3814	Father, payor of CS, Prop. CS	0.0%
Filing Status	<-MFJ	HH/MLA	Total	7170	Payment cost	514
# federal exemptions	4	3	Support		Net spendable income	2842
Wages + salary	0	0	Presumed CS	-514	Change from guideline	0
Self-employment income	5000	0	Basic CS	-639	% of combined spendable	39.6%
Other taxable income	0	4100	Add-ons	125	% of saving over guideline	0%
TANF plus CS received	0	600	Per Kid		Total Taxes	1130
Other nontaxable income	0	0	Child 1	-514	Dep. exemptions value	0
New-spouse income	2000	0	Spousal	blocke	# withholding allowances	0(es)
Wages + Salary	2000	0	Support	d	Net wage paycheck	0
Self-employment income	0	0	Total	-514	Mother	0
SS paid other marriage	0	0	Proposed, Tactic 9		Payment benefit	514
Retirement contrib. if ATI	0	0	Presumed CS	-514	Net spendable income	4327
Required union dues	0	0	S. Clara SS	0	Change from guideline	0
Nec. Job-related exp.	0	0	Total	-514	% of combined spendable	60.4%
Adj. income (ATI)	0	0	Comb. Savings	0	% of saving over guideline	0%
SS paid other marriage	0	0	Additional	0	Total Taxes	29
CS paid other relationship	0	0	releases		Dep. exemptions value	0
Health insurance	0	0	Default Case Settings		# withholding allowances	0(es)
Itemized deductions	0	1600	Default Tax Settings		Net wage paycheck	0
Other medical expenses	0	0				
Property tax expenses	0	300				
Ded. interest expense	0	1300				
Charitable contribution	0	0				
Miscellaneous itemized	0	0				
Required union dues	0	0				
Mandatory retirement	0	0				
Hardship deduction	514*	257*				
Other guideline deductions	0	0				
AMT Info (IRS Form 6251)	0	0				
Child support add-ons	250	0				